

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1086 - SB 980

February 22, 2023

SUMMARY OF BILL AS AMENDED (004162): Revises various provisions relative to charter schools including certain notification requirements, out-of-district enrollment limits, enrollment preferences, and revocation of a charter school authorizer agreement procedures.

FISCAL IMPACT OF BILL AS AMENDED:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- The Department of Education will need to make minor changes to the new start charter application, charter agreement amendment application, revocation guidance, enrollment guidance, and other guidance materials to reflect changes and provide notice, trainings, and technical assistance to charter schools and authorizers around any changes; however, these changes would take place within the regular annual review of charter policy and procedures.
- The proposed legislation establishes that public charter school's total enrollment of out-of-district students shall not exceed 25 percent of the public charter school's total enrollment.
- The proposed legislation further establishes that state school funds must follow a student into the local education agency (LEA) in which the public charter school is located and to which the student transfers; and that pursuant to Tenn. Code Ann. § 49-6-3003, tuition and fees may be charged by the LEA in which the public charter school is located and to which a student transfers.
- Any shift in funds from an LEA to public charter school will be offset by the cost to educate an enrolling student; therefore, any net fiscal impact is estimated to be not significant

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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